

**SECRET**

DPD-3582-59  
27 May 1959

**MEMORANDUM FOR THE RECORD**

**SUBJECT:** Concurrence in Amendment No. 1 to Letter Contract No. SP-1920 with Lockheed Aircraft Corporation, Burbank, California, OARFISH, Project CHALICE

1. This memorandum contains a recommendation submitted for concurrence of the undersigned. Such recommendation is contained in Paragraph 5.

2. Letter Contract No. SP-1920 covers IRAN and installation of J-75-P2 engines in four (4) CHALICE vehicles.

3. The proposed cost is \$1,250,000.00 of which the Contractor has indicated that \$1,000,000.00 will be required by 30 June 1959. The Letter Contract obligated \$600,000.00 of FY 1959 CHALICE Funds. This Amendment No. 1 obligates an additional \$250,000.00 chargeable to FY 1959 CHALICE Funds which brings the total obligated under the Letter Contract to \$850,000.00. Authority for this procurement is contained in Program Approval CHAL-0589 which has been approved in the amount of \$1,250,000.

4. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all 8(b) expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st Congress, for each Contract.

5. Concurrence in Amendment No. 1 to Letter Contract No. SP-1920 is recommended.

**CONCURRENCES:**

[Redacted Signature]

Comptroller, DPD

[Redacted Signature]

Special Assistant for Technical Analysis

[Redacted Signature]

Office of General Counsel

[Redacted Signature]

Contracting Officer, DPD

[Redacted Signature]

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